

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

MOTION TO ADJUST RATES IN ACCORD-)	
ANCE WITH THE PURCHASED GAS)	CASE NO. 7897-D
ADJUSTMENT CLAUSE OF AUXIER ROAD)	
GAS COMPANY, INC.)	

O R D E R

On April 23, 1981, the Commission issued its Order in Case No. 7897 approving certain adjustments in rates and providing, under certain conditions, for the further adjustment of such rates when the wholesale cost of gas is increased or decreased.

On October 2, 1981, Auxier Road Gas Company, Inc., ("Applicant") notified the Commission that its wholesale cost of gas would be decreased by its supplier, Columbia Gas of Kentucky, Inc., ("Columbia") effective September 1, 1981, and submitted with its notice certain information in compliance with this Commission's Order of April 23, 1981. The notice set out certain revisions in rates which the Applicant proposed to place in effect, said rates being designed to decrease the cost of gas to its customers in the amount of \$3,872.17.

After reviewing this evidence of record and being advised, the Commission is of the opinion and finds that:

(1) The Applicant's supplier has filed decreased rates and said rates will become effective on and after September 1, 1981.

(2) The Applicant's adjustment in rates under the purchased gas adjustment clause approved by the Commission in its Order in Case No. 7897 dated April 23, 1981, is fair, just and reasonable, in the public interest and should be effective with gas supplied on and after September 1, 1981.

IT IS THEREFORE ORDERED that said purchased gas adjustment sought by the Applicant and adjusted as aforesaid be and the same is hereby approved to be effective with gas supplied on and after September 1, 1981, as set out in Appendix A attached hereto and made a part hereof.

IT IS FURTHER ORDERED that for the purpose of the future application of the purchased gas adjustment clause of the Applicant the base rate for purchased gas shall be:

	<u>Commodity</u>
Columbia Gas of Kentucky, Inc.	\$4.093 per Mcf

IT IS FURTHER ORDERED that the information furnished this Commission by Applicant on October 2, 1981, constitutes full compliance with the Commission's Order in Case No. 7897 and any other information ordinarily required to be filed under the Commission's regulations is hereby waived.

IT IS FURTHER ORDERED that within 30 days after the date the decreased cost of wholesale gas becomes effective, Applicant shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 19th day of October, 1981.

PUBLIC SERVICE COMMISSION

Marlin M. York
For the Commission

ATTEST:

Secretary

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 7897 DATED
OCTOBER 19, 1981

The following rates are prescribed for the customers in the area served by Auxier Road Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES: Monthly

First	1 Mcf	\$6.682
All over	1 Mcf	5.882 per Mcf